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XTO REV PROD 88 (7-69) PAID UP (04/17/07)B

OIL, GAS AND MINERAL LEASE

THIS AGREEMENT made this day of 2009, between Lessor (whether one or more), whose address is: 450 % 35 % 65 % Author 2009 and XTO Energy Inc., whose address is: 810 Houston St., Fort Worth, Texas 76102, Lessee, WITNESSETH8

1. Lesser, in consideration of ten dollars and other valuable consideration, receipt of which is hereby acknowledged, and of the covenants and agreements of Lessee hereinafter contained, does hereby grant, lease and list unito Lessee the land covered hereby for the purposes and with the exclusive right of exploring, childing, mining and operating for, producing and owning oil, gas, sulphur and all other minerals (whether or not similar to those mentioned), together with the right to make surveys on said land, lay pipe lines, establish and utilize facilities for surface or subsurface disposal of salt water, construct roads and bridges, dig canals, build tanks, power stations, telephone lines, employee houses and other structures on said land, necessary or useful in Lessee's operations in exploring, diffig for, producing, treating, storing and transporting minerals produced from the land covered hereby or any other land adjacent thereto. The land covered hereby, herein called "said land," is located in the County of Tarrant, State of Texas, and is described as follows:

See Attached Exhibit "A" for Legal Description

This lease also covers and includes, in addition to that above described, all land, if any, contiguous or adjacent to or adjoining the land above described and (a) owned or claimed by Lessor by limitation, prescription, possession, reversion, after acquired title or unrecorded instrument or (b) as to which Lessor has a preference right of acquisition. Lessor agrees to execute any supplemental instrument requested by Lessee for a more complete or accurate description of said land. For the purpose of determining the amount of any borns or other payment fine thereunder, said land shall be deemed to contain (2) (3) acres, whether actually containing more or less, and the above recital of acreage in any tract shall be deemed to be the true acreage thereof. Lessor accepts the bornus as tump sum consideration for this lease and all rights and options hereunder.

- Unless sooner terminated or longer kept in force under other provisions hereof, this lease shall remain in force for a term of <u>Three</u> years
 from the date hereof, hereinafter called "primary term," and as long thereafter as operations, as hereinafter defined, are conducted upon said land
 with no cessation for more than ninety (90) consecutive days.
- with no cessation for more than ninety (50) consecutive days.

 3. As royalty, Lessee covenants and agrees: (a) To deliver to the credit of Lessor, in the pipe line to which Lessee may connect its wells, the equal 25% part of all oil produced and saved by Lessee from said fand, or from time to time, at the polion of Lessee, to pay Lessor the average posted of the cost of treating oil for ender it marketable pipe line bit. (b) To pay Lessor on gas and casinghead gas produced from said land (1) when sold by Lessee, 25% of the amount realized by Lessee, computed at the mouth of the well, or (2) when used by Lessee off said land or in the manufacture of gasoline or other products, the market value, at the mouth of the well, or (2) when used by Lessee off said land or in the manufacture of gasoline or other products, the market value, at the mouth of the well, or (2) when used by Lessee off said land or not all other minerals mined and marketed the royalty shall be one dollar (51.00) ple long ton. If, at the expiration of the primary term or at any time or times thereafter, there is any well on said land or or lands with which said land or any portion thereof has been pooled, capable of producing oil or gas, and all such wells are shut-in, and thereafter this lesse may be continued in force as though poperations were being conducted on said land for so long as said wells are shut-in, and thereafter this lesse may be continued in force as if no shut-in had occurred. Lessee of such dispence, Lessee shall not be required to settle labor trouble or market gas upon terms unacceptable to Lessee. Lessee shall not be required to settle labor trouble or to market gas upon terms unacceptable to Lessee. It, at any time or provided to one obligate, and unine said in the expiration of the primary term, all such wells are shut-in for a period of minety consecutive days, and during such time there are no operations on said land, then at or before the expiration of said ninety day period. Lessee shall pay or tender, by check or draf
- exyment. Nothing herein strail impair Leisen's night to release an individed in paragraph 5 factor. In the event of assignment of this lease in whole or in part, liability for payment hereunder shall resit exclusively on the then cowner or owners of this lease, early an accessed owned by each.

 4. Lessee is hereby granted the right, at its option, to pod or unitize any land covered by this lease, early other land. Lease, or leases, as its any or all minerals or horizons, so as to establish units containing not more than 80 surface acres plus 10% accessed beforeous, provided, however, units may be established as to any one or more horizons, or desting units may be enlarged as to any one or more horizons, so as to contain not more than 840 surface acres plus 10% accessed telerance, if limited to one or more of the following; (1) gas, other than casinghead gas, (2) flouid hydrocarbons (condensate) which are not liquide in the subsurface reservoir. (3) minerals produced from wells classified as gas wells by the conservation agency having jurisdiction. If larger units than any of those percine permitted, either at the required telephone than a supplier location, or for obtaining maximum allowable from any well to be drilled, drilling, or already drilled, any such unit may be established or enlarged to conform to the size permitted or required unit and enlarged to conform to the size permitted or required unit and enlarged to conform to the size permitted or required unit and enlarged to conform to the size permitted or required unit and expenses and provided for in said instrument or instruments but if said instrument or such provision, then such unit shall become effective on the date such instrument or instruments but if said instrument or such provision, then such unit shall become effective on the date such instrument or instruments but if said instrument or such provision, then such unit and the perform of said land included in the unit, or on other land unitized therewith. A unit established thereunder on said

- 6. Whenever used in this lease the word "operations" shall mean operations for and/or any of the loticwing: preparing the drillsite location or access road, drilling, lesting, completing, reworking, recompleting, deepening, sidetracking, plugging back or repaining of a well in search for or in an endeavor to obtain production of oil, gas, sulphur or other minerals, excavating a mine, production of oil, gas, sulphur or other mineral, whether or not in paying quantities.
- ? Lesses shall have the use, free from royalty, of water, other than from Lesson's water wells, and of oil and gas produced from said land in all operations hereunder. Lesses shall have the right at any time to remove all machinery and fixtures placed on said land, including the right to draw and remove casing. No well shall be drilled nearer than 200 feet to the house or barn now on said land without the consent of the Lessor. Lesses shall pay for damages caused by its operations to growing crops and timber on said land.
- 8. The rights and estate of any party hereto may be assigned from time to time in whole or in part and as to any mineral or horizon. All of the covenants, obligations, and considerations of this lease shall extend to and be binding upon the parties hereto, their heirs, successors, assigns, and successive assigns. No change or division in the ownership of said land, royalties, or other moneys, or any part thereof, howsoever effected, shall increase the obligations or diminish the rights of Lessee, including, but not limited to, the location and drilling of waits and the measurement of production. Notwithstanding any other actual or constructive knowledge or notice thereof of or to Lessee, its successors or assigns, no change or division in the ownership of said land or of the royalties, or other moneys, or the right to receive the same, howsoever effected, shall be brinding upon the then record owner of this lease until sixty (60) days after there has been furnished to such record owner at his or its principal place of business by Lessor or Lessor's heirs, successors, or assigns, notice of such change or division, supported by either briginals or duly certified copies of the instruments which have been properly filed for record and which evidence such change or division, and of such court records and proceedings, transcripts, or other documents as shall be necessary in the opinion of such record owner to establish the validity of such change or division. If any such change in ownership occurs by reason of the death of the owner, Lessee may, nevertheless pay or tender such royalties, or other moneys, or part thereof, to the credit of the decedent in a depository bank provided for above.
- 9. In the event Lessor considers that Lessae has not compiled with all its obligations hereunder, both express and implied, Lessor shall notify Lessoe in writing, setting out specifically in what respects Lessoe has breached this contract. Lessoe shall then have sinty (60) days after receipt of said notice within which to meet or commence to meet all or any part of the breaches alleged by Lessor. The service of said notice shall be precedent to the bringing of any action by Lessor on said lease for any cause, and no such action shall be brought until the lapse of sixty (60) days after service of such notice on Lessee. Neither the service of said notice nor the doing of any acts by Lessee aimed to meet all or any of the alleged breaches shall be deemed an admission or presumption that Lessee has failed to perform all its obligations hereunder. If this lease is canceled for any cause, it shall nevertheless remain in force and effect as to (1) sufficient acreage around each well as to which there are operations to constitute a drilling or maximum allowable unit under applicable governmental regulations, (but in no event less that forty acres), such acreage to be designated by Lessee as nearly as practicable in the form of a square centered at the well, or in such shape as then existing spacing require, and (2) any part of said isnot included in a pooled unit on which there are operations. Lessee shall also have such easements on said land as are necessary to operations on the acreage so retained and shall not be required to move or remove any existing surface facilities necessary or convenient for current operations.
- 10. Lessor hereby warrants and agrees to defend title to said land against the claims of all persons whomsoever. Lessor's rights and interests hereunder shall be charged primarily with any mortgages, taxes or other liens, or interest and other charges on said land, but Lessor agrees that Lessee shall have the right at any time to pay or reduce same for Lessor, either before or after maturity, and be subrogated to the rights of the holder thereof and to deduct amounts so paid from royallies or other payments payable or which may become payable to Lessor and/or assigns under this lease. If this lesse covers a less interest in the oil, gas, sulptur, or other minerals in all or any part of said land than the entire and undivided fee simple estate (whether Lessor's interest is herein specified or not), or no interest therein, then the royalties and other moneys accruing from any part as to which this lease covers less the such such titll interest, shall be paid only in the proportion which the interest herein, if any, covered by this lease, bears to the whole and undivided fee simple estate therein All poyalty relievant covered by this lease (whether or not owned by Lessor) shall be paid out of the royalty herein provided. This lease shall be binding upon each party who executes it without regard to whether it is executed by all those named herein as Lessor.
- 11. If, while this lease is in force, at, or after the expiration of the primary term hereof, it is not being continued in force by reason of the shut-in well provisions of paragraph 3 hereof, and Lessee is not conducting operations on said land by reason of (1) any law, order, rule or regulation, (whether or not subsequently determined to be invalid) or (2) any other cause, whether similar or dissimilar, (except financial) beyond the reasonable control of Lessee, the primary form hereof shall be extended until the first anniversary date hereof occurring ninety (90) or more days following the removal of such delaying cause, and this lease may be extended thereafter by operations as if such delay had not occurred.
- 12. Lessor agrees that this lease covers and includes any and all of Lessor's rights in and to any existing well(s) and/or wellbore(s) on said land, other than existing water wells, and for all purposes of this lease the re-entry and use by Lessee of any existing well and/or wellbore shall be deemed the same as the drilling of a new well.
- 13. Notwithstanding anything to the contrary contained in this lease, at the option of Lessee, which may be exercised by Lessee giving notice to Lessor, a well which has been drilled and Lessee intends to frac shall be deemed a well capable of producing in paying quantities and the date such well is shut-in shall be when the drilling operations are completed.
- 14. As a result of land development in the vicinity of said land, governmental rules or ordinances regarding well sites, and/or surface restrictions as may be set forth in this lease and/or other leases in the vicinity, surface locations for well sites in the vicinity may be limited and Leasee may encounter difficulty securing surface location(s) for drilling, reworking or other operations. Therefore, since drilling, reworking or other operations are either restricted or not allowed on said land or other leases in the vicinity, it is agreed that any such operations conducted at a surface location off of said land or off of lands with which said land are pooled in accordance with this lease, provided that such operations are associated with a directional well for the purpose of drilling, reworking, producing or other operations under said land or lands pooled therewith, shall for purposes of this lease be deemed operations conducted on said land. Nothing contained in this paragraph is intended to modify any surface restrictions or pooling provisions or restrictions contained in this lease, except as expressly stated.

IN WITNESS WHEREOF, this instrument is executed on the date first above written.

LESSUR(S)	
Shaileb	
	·····
STATE OF TEXAS }	
COUNTY OF SS. (ACKNOWLED	igment for individual)
This instrument was acknowledged before me on theday of	<u> </u>
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Signatu	
AND JAY VAN ZANOT	Notary Public
My commission expired State Of TEXAS	-// >:>**********************************
A Comment of the Comm	Karanin Caranin Carani

Exhibit "A"

Lot 1, Block E, of the Collins Terrace, Phase One, an addition to the City of Arlington, Tarrant County, Texas, according to the map or plat thereof recorded in Cabinet A, Page 6912, of the Plat Records of Tarrant County, Texas.

This lease shall include all streets, alleyways, easements, gores and strips of land adjacent and contiguous thereto.